

In re: GWG Holdings, Inc., et al.

Case No.:

22-90032

\$ Figures in Thousands

Reporting Period:

5/1/2022 - 5/31/2022

**Debtors' Cash Receipts and Disbursements 5/1/2022 - 5/31/2022**

	GWG Holdings, Inc. 22-90032		GWG Life, LLC 22-90033		GWG Life USA, LLC 22-90034	
<b>Cash balance beginning of period</b>	<b>\$</b>	<b>111</b>	<b>\$</b>	<b>8,639</b>	<b>\$</b>	<b>0</b>
Receipts		-		-		-
Disbursements		(1,965)		(208)		-
Intercompany transfers		4,784		(4,784)		-
<b>Cash balance end of period</b>	<b>\$</b>	<b>2,930</b>	<b>\$</b>	<b>3,647</b>	<b>\$</b>	<b>0</b>

In re: GWG Holdings, Inc., et al.  
\$ Figures in Thousands

Case No.:  
Reporting Period:

22-90032  
5/31/2022

## Debtors' Balance Sheet as of 5/31/2022 (Unaudited) (1)(2)

	GWG Holdings, Inc. 22-90032	GWG Life, LLC 22-90033	GWG Life USA, LLC 22-90034
<b>ASSETS</b>			
Total Checking Accounts	\$ 2,930	\$ 3,647	\$ 0
Restricted cash	-	-	-
Accounts Receivable	-	8	-
Prepays	2,154	556	-
<b>Total Current Assets</b>	<b>\$ 5,084</b>	<b>\$ 4,211</b>	<b>\$ 0</b>
Premises & Equipment	160	-	-
Investments in Non-Debtor Subsidiaries (excl. Beneficient)	(7)	411,728	-
Investments in Beneficient	638,009	559	511,787
<b>Assets (before Investments in Debtor Subsidiaries)</b>	<b>\$ 643,245</b>	<b>\$ 416,498</b>	<b>\$ 511,787</b>
Investments in Debtor Subsidiaries <sup>3</sup>	916,647	-	-
<b>Total Assets</b>	<b>\$ 1,559,892</b>	<b>\$ 416,498</b>	<b>\$ 511,787</b>
<b>LIABILITIES</b>			
<b>Post-Petition Liabilities</b>			
DIP Facility	-	10,318	-
DIP Facility Financing Costs	-	(1,465)	-
L Bond - Accrued Interest and Financing Costs	15,591	5	-
Accounts payable	90	46	-
Accrued expenses	6,148	-	-
Other Liabilities	865	407	-
<b>Subtotal: Post-Petition Liabilities</b>	<b>\$ 22,694</b>	<b>\$ 9,311</b>	<b>\$ -</b>
Pre-Petition Liabilities	1,655,655	2,327	-
<b>Subtotal: Total Liabilities in MOR</b>	<b>\$ 1,678,349</b>	<b>\$ 11,638</b>	<b>\$ -</b>
Deferred tax liability, net <sup>4</sup>	50,287	-	-
<b>Total Liabilities (including unrealized deferred taxes)</b>	<b>\$ 1,728,636</b>	<b>\$ 11,638</b>	<b>\$ -</b>
Common Stock	33	-	-
Preferred Stock	97,421	-	-
Additional Paid-In Capital	205,783	222,497	511,786
Retained Earnings	(448,127)	187,618	2
Net Income	(23,854)	(5,256)	(0)
<b>Total Member's Equity (Deficit)</b>	<b>\$ (168,744)</b>	<b>\$ 404,859</b>	<b>\$ 511,787</b>
<b>Total Liabilities and Members' Equity (Deficit)</b>	<b>\$ 1,559,892</b>	<b>\$ 416,498</b>	<b>\$ 511,787</b>

<sup>(1)</sup> All information contained herein is unaudited and subject to future adjustment.

<sup>(2)</sup> The Debtors have historically maintained their books and records on a consolidated basis for all of its fully owned and controlled subsidiaries. Given the consolidated nature of intercompany balances and eliminations, reviewing any individual entity or subset of entities books and records results in double counting of certain entries between parent and subsidiaries. The Debtor's financial statements are consistent with that past practice and have not been revised to include pro-forma eliminations for the Debtor entities excluding non-Debtor consolidated subsidiaries.

<sup>(3)</sup> These amounts include investments by Debtors in Debtor subsidiaries, which would likely be double counted given the lack of elimination entries noted in footnote 2. Given the likely double counting, the total assets reported on the MOR exclude these amounts.

<sup>(4)</sup> Relating to its ownership of Preferred Series A Subclass 1 Unit Accounts, the Company recorded a large net deferred tax liability on December 31, 2019, the majority of which remained as of April 30, 2022. The timing of recognition of the necessary taxable income related to this investment and the future reversal of this taxable temporary difference cannot be predicted. Please refer to the Company's Form 10Q for 3Q21 for additional information. This amount is excluded from the Company's pre- and post-petition liabilities for purpose of MOR reporting.

In re: GWG Holdings, Inc., et al.  
\$ Figures in Thousands

Case No.:  
Reporting Period:

22-90032  
5/1/2022 - 5/31/2022

**Debtors' Statement of Operations 5/1/2022 - 5/31/2022 (Unaudited) (1)(2)**

	GWG Holdings, Inc. 22-90032	GWG Life, LLC 22-90033	GWG Life USA, LLC 22-90034
<b>REVENUE</b>			
Total Gain/Loss on LI Policies	\$ -	\$ -	\$ -
Income from Subsidiary	(5,257)	(4,348)	-
Interest income	-	-	-
Other income	-	-	-
<b>Total revenue</b>	<b>\$ (5,257)</b>	<b>\$ (4,348)</b>	<b>\$ -</b>
<b>EXPENSES</b>			
Interest expense	11,408	413	-
General and administrative expenses	6,859	451	-
Depreciation and Amortization	10	-	-
Other expenses	321	44	-
<b>Total expenses</b>	<b>\$ 18,598</b>	<b>\$ 908</b>	<b>\$ -</b>
<b>Income (loss) Before Taxes</b>	<b>\$ (23,854)</b>	<b>\$ (5,256)</b>	<b>\$ -</b>
Income Tax Expense (Benefit)	-	-	-
<b>Net income (loss)</b>	<b>\$ (23,854)</b>	<b>\$ (5,256)</b>	<b>\$ -</b>
Preferred Dividends	747	-	-
<b>Net Income (Loss) attributable to Common Shareholders</b>	<b>\$ (24,601)</b>	<b>\$ (5,256)</b>	<b>\$ -</b>

<sup>(1)</sup> All information contained herein is unaudited and subject to future adjustment.

<sup>(2)</sup> The Debtors have historically maintained their books and records on a consolidated basis for all of its fully owned and controlled subsidiaries. Given the consolidated nature of intercompany balances and eliminations, reviewing any individual entity or subset of entities books and records results in double counting of certain entries between parent and subsidiaries. The Debtor's financial statements are consistent with that past practice and have not been revised to include pro-forma eliminations for the Debtor entities excluding non-Debtor consolidated subsidiaries.

In re: GWG Holdings, Inc., et al.  
 \$ Figures in Thousands

Case No.: 22-90032  
 Reporting Period: 5/31/2022

Accounts Receivable Balance as of 5/31/2022 (Unaudited)												
A/R Aging	Current		1 - 30 days		31 - 60 days		61 - 90 days		Over 90 days	Total A/R		
GWG Life, LLC	\$	-	\$	2.5	\$	2.5	\$	2.5	\$	-	\$	7.6
<b>Total Accounts Receivable</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>2.5</b>	<b>\$</b>	<b>2.5</b>	<b>\$</b>	<b>2.5</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>7.6</b>

In re: GWG Holdings, Inc., et al.  
\$ Figures in Thousands

Case No.: 22-90032  
Reporting Period: 5/31/2022

Postpetition Accounts Payable Balance as of 5/31/2022 (Unaudited)(1)												
A/P Aging	Current		1 - 30 days		31 - 60 days		61 - 90 days		Over 90 days		Total A/P	
<b>GWG Holdings, Inc.</b>												
Trade Payables	\$	-	\$	78	\$	12	\$	-	\$	-	\$	90
Other Payables		-		-		-		-		-		-
<b>Accounts Payable Post-Petition</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>78</b>	<b>\$</b>	<b>12</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>90</b>
<b>GWG Life, LLC</b>												
Trade Payables	\$	-	\$	46	\$	(0)	\$	-	\$	-	\$	46
Other Payables		-		-		-		-		-		-
<b>Accounts Payable Post-Petition</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>46</b>	<b>\$</b>	<b>(0)</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>46</b>
<b>GWG Life, LLC</b>												
Trade Payables	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
Other Payables		-		-		-		-		-		-
<b>Accounts Payable Post-Petition</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>-</b>

<sup>(1)</sup> Balance aged 30 days or less are classified as current

In re: GWG Holdings, Inc., et al.  
\$ Figures in Thousands

Case No.: 22-90032  
Reporting Period: 5/31/2022

Bank Account Information				
Legal Entity	Case Number	Bank Name	Account Number (last 4 digits)	Bank Balance
GWG Holdings, Inc.	22-90032	BELL BANK	6915	\$ 0
GWG Holdings, Inc.	22-90032	BELL BANK	6790	2,939
GWG Holdings, Inc.	22-90032	BELL BANK	3916	0
GWG Holdings, Inc.	22-90032	BELL BANK	8790	-
GWG Life, LLC	22-90033	BELL BANK	6857	0
GWG Life, LLC	22-90033	BELL BANK	6816	3,651
GWG Life, LLC	22-90033	BELL BANK	1910	2
GWG Holdings, Inc.	22-90032	BNY MELLON	2216	-
GWG Life, LLC	22-90033	WELLS FARGO	4501	-
GWG Life, LLC	22-90033	WELLS FARGO	4500	-
GWG Life USA, LLC	22-90034	BELL BANK	1147	0
GWG Holdings, Inc.	22-90032	EAST WEST BANK	8207	-
GWG Holdings, Inc.	22-90032	EAST WEST BANK	8214	-
GWG Life, LLC	22-90033	EAST WEST BANK	8221	-
GWG Life, LLC	22-90033	EAST WEST BANK	8228	-
<b>Total Cash [Bank Balance]</b>				<b>\$ 6,592</b>
Less Outstanding Checks				(15)
<b>Total Cash [Book Balance]</b>				<b>\$ 6,577</b>

In re: **GWG Holdings, Inc., et al.**

Case No.: **22-90032**

Reporting Period: **5/1/2022 - 5/31/2022**

**Bank Reconciliations**

The Debtors hereby submit this attestation regarding bank account reconciliations in lieu of providing copies of bank statements, bank reconciliations and journal entries.

The Debtors' standard practice is to ensure that bank reconciliations are completed before closing the books each reporting period. I attest that each of the Debtors' bank accounts has been reconciled in accordance with their standard practices.

/s/ Timothy Evans  
Signature of Authorized Individual

6/21/2022  
Date

Timothy Evans  
Printed Name of Authorized Individual

Chief Financial Officer  
Title of Authorized Individual

In re: GWG Holdings, Inc., et al.  
\$ Figures in Thousands

Case No.: 22-90032  
Reporting Period: 5/1/2022 - 5/31/2022

Debtors' Disbursements related to Pre-Petition Amounts (Part 7, Question a)					
#	Category/Type	Debtor Entity Payor	Date of Payment	Amount	
1	Taxes	GWG Holdings, Inc.	5/12/2022	\$	0.1
2	Insurance <sup>(1)</sup>	GWG Holdings, Inc.	5/3/2022	\$	16.2
3	Insurance <sup>(2)</sup>	GWG Holdings, Inc.	5/6/2022	\$	12.9

<sup>(1)</sup> The total payment on 5/3/2022 was \$983k for insurance coverage from 4/14/2022 to 4/14/2023. The Amount reflected is the prorated amount for the pre-petition period.

<sup>(2)</sup> The total payment on 5/6/2022 was \$787k for insurance coverage from 4/14/2022 to 4/14/2023. The Amount reflected is the prorated amount for the pre-petition period.



In re: GWG Holdings, Inc., et al.  
 \$ Figures in Thousands

Case No.: 22-90032  
 Reporting Period: 5/1/2022 - 5/31/2022

Schedule of Payments to Insiders (Part 7, Question c) (1)						
#	Recipient	Debtor Entity Payor	Date of Payment	Amount	Account Used	Reason for Payment
1	Timothy Evans	GWG Life, LLC	5/6/2022	\$ 20.0	Bell Bank (x6816)	Salary
2	Murray Holland	GWG Life, LLC	5/6/2022	\$ 32.5	Bell Bank (x6816)	Salary
3	Timothy Evans	GWG Life, LLC	5/20/2022	\$ 15.4	Bell Bank (x6816)	Salary
4	Murray Holland	GWG Life, LLC	5/20/2022	\$ 25.0	Bell Bank (x6816)	Salary

<sup>(1)</sup> Amounts reflect gross salary paid.